

## Message Text

LIMITED OFFICIAL USE

PAGE 01 LISBON 04549 090717Z

ACTION EUR-12

INFO OCT-01 ISO-00 AID-05 CIAE-00 COME-00 EB-07 FRB-03

INR-07 NSAE-00 USIA-06 TRSE-00 XMB-02 OPIC-03

SP-02 LAB-04 EPG-02 SIL-01 OMB-01 PM-04 NSC-05

SS-15 PRS-01 /081 W

-----090725Z 127873 /13

R 081652Z JUN 77

FM AMEMBASSY LISBON

TO SECSTATE WASHDC 1729

INFO AMCONSUL OPORTO

LIMITED OFFICIAL USE LISBON 4549

E.O. 11652: N/A

TAGS: EINV, PO

SUBJ: U.S. INVESTMENT PROBLEMS

REF: (A) LISBON 4416, (B) LISBON 4043

1. ITT - OLIVA: OLIVA WORKERS MET JUNE 6 AND VOTED TO CONTINUE STRIKE UNTIL FIRM AGREES TO PAY AT LEAST 50 PERCENT OF BONUS PAYMENT DUE SINCE DECEMBER 1976. WORKERS ARE DEMANDING REST OF PAYMENT BY END OF JULY. PRESS REPORTS STATEMENT BY OLIVA WORKERS COMMISSION THAT INDUSTRY MINISTER NOBRE DA COSTA HAS PROPOSED LAY-OFF OF 400 OLIVA WORKERS IN ORDER TO MAKE FIRM PROFITABLE. THERE ARE NO REPORTS OF VIOLENCE AT PLANT.

2. ITT: PRIME MINISTER SOARES STATED IN NATIONWIDE TV APPEARANCE THAT ITT PROBLEM HAS BEEN SATISFACTORILY RESOLVED. STATEMENT WAS IN RESPONSE TO REPORTER'S QUESTION ABOUT FOREIGN INVESTMENT. SOARES USED ITT CASE AS EXAMPLE OF GOP'S SUCCESSFUL EFFORTS TO IMPROVE INVESTMENT CLIMATE. HE DID NOT GIVE ANY DETAILS.

3. COMMENT: EMBASSY HAS NO INFORMATION BEYOND THAT  
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REPORTED IN REF B. EMBASSY BELIEVES THAT SOARES MEANT TO SAY GOP HAD SUCCESSFULLY REACHED MODUS OPERANDI WITH ITT ON CONTINUING NEGOTIATIONS WHICH ULTIMATELY WOULD LEAD TO SATISFACTORY SETTLEMENT.  
CARLUCCI

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NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01-Jan-1994 12:00:00 am  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** FOREIGN INVESTMENT, DISPUTE SETTLEMENT, LABOR STRIKES  
**Control Number:** n/a  
**Copy:** SINGLE  
**Sent Date:** 08-Jun-1977 12:00:00 am  
**Decaption Date:** 01-Jan-1960 12:00:00 am  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 22 May 2009  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1977LISBON04549  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Expiration:**  
**Film Number:** D770205-0762  
**Format:** TEL  
**From:** LISBON  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1977/newtext/t19770679/aaaacrch.tel  
**Line Count:** 60  
**Litigation Code IDs:**  
**Litigation Codes:**  
**Litigation History:**  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Message ID:** 038ea182-c288-dd11-92da-001cc4696bcc  
**Office:** ACTION EUR  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** 77 LISBON 4416, 77 LISBON 4043  
**Retention:** 0  
**Review Action:** RELEASED, APPROVED  
**Review Content Flags:**  
**Review Date:** 25-Jan-2005 12:00:00 am  
**Review Event:**  
**Review Exemptions:** n/a  
**Review Media Identifier:**  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**SAS ID:** 2231993  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** U.S. INVESTMENT PROBLEMS  
**TAGS:** EINV, PO, US, ITT OLIVA  
**To:** STATE  
**Type:** TE  
**vdkgvwkey:** odbc://SAS/SAS.dbo.SAS\_Docs/038ea182-c288-dd11-92da-001cc4696bcc  
**Review Markings:**  
Margaret P. Grafeld  
Declassified/Released  
US Department of State  
EO Systematic Review  
22 May 2009  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009